DECISION MEMORANDUM

TO: COMMISSIONER KJELLANDER

COMMISSIONER REDFORD COMMISSIONER SMITH COMMISSION SECRETARY

COMMISSION STAFF

LEGAL

FROM: NEIL PRICE

DEPUTY ATTORNEY GENERAL

DATE: OCTOBER 31, 2014

SUBJECT: AVISTA CORPORATION'S APPLICATION FOR A DETERMINATION

OF 2013 DEMAND SIDE MANAGEMENT (DSM) EXPENSES AS

PRUDENTLY INCURRED; CASE NOS. AVU-E-14-07/AVU-G-14-02

On August 12, 2014, Avista Corporation ("Avista" or "Company") submitted an Application seeking a determination by the Commission that the Company's electric and natural gas energy efficiency expenditures from January 1, 2013 through December 31, 2013, were prudently incurred. The Company's Application consists of a cover letter and the testimony and exhibits of Chris D. Drake, Bruce W. Folsom, and M. Sami Khawaja.

On September 18, 2014, the Commission issued a Notice of Application and Deadline for Intervention. Subsequently, the Idaho Conservation League ("ICL") filed a Petition to Intervene and was granted intervention by the Commission on September 24, 2014. *See* Order Nos. 33131, 33134.

In the interim time period, Commission Staff ("Staff") visited Avista's headquarters in order to conduct an on-site audit of the Company's DSM expense records.

COMMISSION DECISION

Does the Commission wish to issue a Notice of Modified Procedure with a 21-day comment period?

Neil Price

Neil Price

Deputy Attorney General